

Santa Fe Energy Company



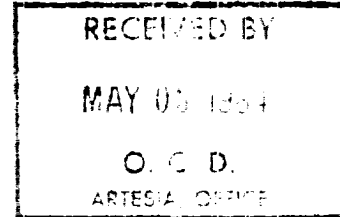
500 West Ohio
Midland, Texas 79701
915/687-3551

April 9, 1984

Re: OD-NM-601,260
Burkham Fed. Com. #1
S/2 Sec. 12, T-24-S,
R-28-E, Eddy County, NM
Malaga Prospect,
Carlsbad Area

The Eastland Oil Company
P.O. Drawer 3488
560 One Marienfeld Place
Midland, Texas 79702

ATTN: George D. Neal



Gentlemen:


This is to inform you of Santa Fe Energy Company's Request for Administrative Approval of Santa Fe's unorthodox location for a Morrow well to be drilled 660' FSL and 660' FWL in Section 12, T-24-S, R-28-E, Eddy County, New Mexico, with the South half (S/2) of said section to be the proration unit. (Plat attached for your convenience).

Santa Fe Energy Company would appreciate your responding to this waiver as quickly as possible as we plan to spud this well on or before June 1, 1984. Please send one executed copy to:

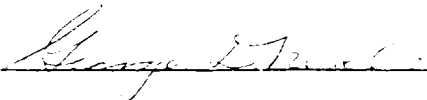
Division, Energy and Minerals Department
State of New Mexico
P.O. Box 2088
Santa Fe, New Mexico 87501

and return the copy so marked to us.

Yours truly,


Patrick J. Tower
Landman

BY SIGNATURE HERETO, WE DO APPROVE THIS WAIVER REQUEST:

BY: 

DATE: April 11, 1984

COMPANY: The Eastland Oil Co.

cc: Bill Schaefer -- Exploration Mgr.
Hugh Boyt -- Production Mgr.



A Santa Fe Industries Company